REPORT RESUMES

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LABOR FORCE PROJECTIONS BY COLOR, 1970-8D. SPECIAL LABOR
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DESCRIPTORS- *LABOR FORCE, *POPULATION TRENDS, *RACIAL CHARACTERISTICS, *AGE, *SEX (CHARACTERISTICS),

THE PROJECTIONS ARE BASED ON BUREAU OF THE CENSUS UNPUBLISHED POPULATION PROJECTIONS BY COLOR AND ON THE ASSUMPTIONS THAT PAST TRENDS IN LABOR FORCE PARTICIPATION RATES WILL CONTINUE, THAT THE SIZE OF THE ARMED FORCES WILL NOT CHANGE SIGNIFICANTLY, AND THAT THE ECONOMY WILL OPERATE AT RELATIVELY HIGH LEVELS CONSISTENT WITH AN UNEMPLOYMENT RATE OF ABOUT 4 PERCENT. RECOGNIZING THE UNCERTAINTY OF THE PROJECTIONS, IT IS ESTIMATED THAT BETWEEN 1965 AND 1980 --(1) THE TOTAL NONWHITE LABOR FORCE WILL HAVE RISEN BY 41 PERCENT COMPARED WITH ONLY A 28 PERCENT INCREASE IN WHITE WORKERS, (2) THE NUMBER OF NONWHITE WORKERS WILL INCREASE FROM 8.7 MILLION TO 12.3 MILLION WHILE WHITES WILL INCREASE FROM 69.7 MILLION TO 89.1 MILLION, (3) THE EXFECTED GROWTH OF THE TOTAL POPULATION ACCOUNTS FOR 86 PERCENT OF THE PROJECTED LABOR FORCE INCREASE, (4) THE NUMBER OF YOUNG, AGES 14 TO 24, NONWHITE WORKERS WILL INCREASE BY NEARLY 30 PERCENT AND YOUNG WHITE WORKERS BY 2D PERCENT, AND (5) AMONG WORKERS AGED 25 TO 54, THE NUMBER OF WHITE WOMEN WILL INCREASE BY ABOUT 31 PERCENT, NONWHITE BY 27 PERCENT, NONWHITE MEN BY 3 PERCENT, AND WHITE MEN WILL NOT INCREASE. FOR BOTH COLOR GROUPS, BOTH SEXES, AND ALL AGE GROUPS, ACTUAL FIGURES FOR THE 1960 AND 1965 AND PROJECTED FIGURES FOR THE 1970, 1975, AND 1980 POPULATION, LABOR FORCE, AND LABOR FORCE PARTICIPATION RATES ARE GIVEN. THIS DOCUMENT APPEARED IN "MONTHLY LABOR REVIEW," SEPTEMBER 1966, AND IS AVAILABLE FROM U.S. DEPARTMENT OF LABOR, BUREAU OF LABOR STATISTICS, WASHINGTON, D.C. 20210. (ET)

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SPECIAL LABOR FORCE REPORT NO. 73

LABOR FORCE PROJECTIONS BY COLOR, 1970-80

VT003848

UNITED STATES DEPARTMENT OF LABOR W. Willard Wirtz, Secretary
BUREAU OF LABOR STATISTICS - Arthur M. Ross, Commissioner

Labor Force Projections, by Color, 1970–80

SOPHIA COOPER AND DENIS F. JOHNSTON*

Between 1965 and 1980, the relative increase in the number of nonwhite workers is expected to be much greater than that of the white labor force. By 1980, the total nonwhite labor force will have risen by 41 percent compared with only a 28-percent increase in white workers. This projected difference in growth rates is primarily attributable to the expected greater rate of population growth among nonwhite youth. Judgments as to the probable effects of changing social and economic conditions in reducing present differences between white and nonwhite labor force participation rates were also included in these estimations.

The number of nonwhite workers is expected to increase from 8.7 million in 1965 to 12.3 million during the next 15 years; the number of white workers may increase from 69.7 million to 89.1 million by 1980. (See table 1.)

The expected growth of the total population accounts for 86 percent of the projected 1965-80 increase in the labor force. Changes in the labor force participation rates of white men and non-white women over the projected period will be minor; for nonwhite men, the assumed changes are expected to contribute about 7 percent to their projected labor force growth. The remaining group—white women—is the only one in which the projection is substantially affected by assumed changes in labor force participation rates. They account for about 38 percent.

Before examining these projections further, a few precautions should be noted. In the first place, recent legislation aimed at providing equality of opportunity and reducing the effects of past disparities in education will, in the long run, have more effect on the social and economic status of nonwhites than whites. But it is not easy to esti-

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mate this effect on future labor force activity of nonwhite men and women.

Second, the reported rates of labor force participation for most of the age and sex groups of the nonwhite population show greater changes than those of the whites. Much of this fluctuation can be attributed to the greater sampling variability associated with the smaller numbers of nonwhites, but it is also likely that sensitivity to changes in the economic situation may be disproportionately strong among nonwhite workers.

Third, these projections have not been developed in the same detail as the overall National projections issued in 1965. A breakdown by color of past trends and projections of school enrollment of persons under 25 years of age, and of marriage and fertility of women in the child-bearing ages, was not available in a form useful in developing detailed projections of labor force participation rates.

Fourth, the size and age distributions of the projected nonwhite population are subject to greater uncertainty than those of the whites, in view of the evidence of serious undercounting, especially of adult nonwhite males. Also, any bias which may exist in age reporting is carried forward in the projection and is therefore reflected in the projected nonwhite labor force.²

^{*}Of the Division of Labor Force Studies, Bureau of Labor Statistics.

¹ The projections are based upon unpublished population projections by color which are consistent with Series B in "Projections of the Population of the United States, by Age and Sex: 1964 to 1985," Current Population Reports, Series P-25, No. 286 (U.S. Bureau of the Census, 1964).

Material presented here is consistent with the projections for all classes published in 1965. (See Sophia Cooper and Denis F. Johnston, "Labor Force Projections for 1970-80," Monthly Labor Review, February 1965, pp. 129-140, reprinted as Special Labor Force Report No. 49.)

² The magnitude of the undercount of the nonwhite population in the 1960 Census is itself uncertain. One estimate yields an undercount of 8 percent for nonwhite males and about 4 percent for nonwhite females. According to this estimate, the male undercount was as high as 14 percent in the 20- to 44-year-old group. See Donald J. Bogue et al, "A New Estimate of the Negro Population and Negro Vital Rates in the United States, 1930-60," Demography Vol. 1, No. 1, 1964, pp. 339-358. For a critique of this estimating procedure, see Melvin Zelnik, "An Evaluation of New Estimates of the Negro Population," Demography, Vol. 2, 1965, pp. 630-639.

Table 1. Population, Total Labor Force, and Labor Force Participation Rates, by Age, Sex, and Color, Actual 1960 and 1965, and Projected 1970, 1975, and 1980

	Tot	al populat	ion, July	1 (thousa	Total labor force, annual averages (thousands)					Labor force participation rates annual averages (percent)					
Age, sex, and color	Act	tual		Projected		Act	ual		Projected	l -	Act	tual	ıal Pr		d
	1960	1965	1970	1975	1980	1960	1965	1970	1975	1980	1960	1965	1970	1975	1980
TOTAL					i 							<u> </u>			
Both sexes												1			
14 years and over	127, 327	138, 261	149, 691	162,046	173, 908	73, 081	78, 357	85, 999	93, 646	101,408	57. 4	56.7	57.4	57.8	58. 3
Male		,		1											
14 years and over	62, 216 8, 194 5, 553 11, 347 11, 878 10, 148 7, 564 7, 530	67, 205 10, 478 6, 872 11, 091 11, 961 10, 741 8, 131 7, 931	72, 539 11, 641 8, 321 12, 540 11, 303 11, 289 8, 759 8, 385	78, 408 12, 583 9, 609 15, 557 11, 068 11, 379 9, 287 8, 923	84, 123 12, 809 10, 394 18, 285 12, 496 10, 757 9, 776 9, 606	49, 563 3, 792 4, 939 10, 040 11, 454 9, 568 6, 445 2, 425	51,705 4,591 5,926 10,653 11,504 10,131 6,768 2,131	55,844 5,164 7,466 12,062 10,929 10,724 7,388 2,108	60, 281 5, 589 8, 331 14, 966 10, 703 10, 809 7, 795 2, 087	64, 981 5, 744 9, 065 17, 590 12, 084 10, 219 8, 185 2, 096	79. 7 46. 3 88. 9 96. 4 96. 4 94. 3 85. 2 32. 2	76. 9 43. 8 85. 2 96. 0 96. 2 94. 3 83. 2 26. 9	77. 0 44. 4 86. 6 96. 2 96. 7 95. 0 84. 3 25. 1	76. 9 44. 4 86. 7 96. 2 96. 7 95. 0 83. 9 23. 4	77. 2 44. 8 87. 2 96. 2 96. 7 95. 0 83. 7 21. 8
Female												ĺ			
14 years and over 14 to 19 years	7,989	71, 056 10, 159 6, 795 11, 267 12, 470 11, 303 8, 835 10, 225	77, 152 11, 299 8, 483 12, 680 11, 694 12, 071 9, 741 11, 186	83, 638 12, 219 9, 446 15, 582 11, 391 12, 195 10, 558 12, 248	89, 785 12, 357 10, 230 18, 232 12, 771 11, 437 11, 279 13, 481	23, 518 2, 408 2, 558 4, 159 5, 325 5, 150 2, 964 954	26, 653 2, 940 3, 375 4, 336 5, 724 5, 714 3, 587 976	30, 155 3, 408 4, 267 4, 893 5, 555 6, 675 4, 267 1, 091	33, 365 3, 739 4, 865 6, 124 5, 582 7, 024 4, 826 1, 205	36, 427 3, 832 5, 380 7, 347 6, 386 6, 805 5, 337 1, 340	36. 1 30. 1 46. 1 35. 8 43. 1 49. 3 36. 7 10. 5	37. 5 28. 9 49. 7 38. 5 45. 9 50. 6 40. 6 9. 5	39. 1 30. 2 50. 3 38. 6 47. 5 55. 3 43. 8 9. 8	39. 9 30. 6 51. 5 39. 3 49. 0 57. 6 45. 7 9. 8	40. 6 31. 0 52. 6 40. 3 50. 0 59. 5 47. 3 9. 9
WHITE															
Both seres															
14 years and over	114,088	123, 508	133, 252	143, 574	153, 216	65, 057	69, 678	76, 272	82,714	89, 137	57.0	56. 4	57. 2	57.6	58. 2
Male											ļ				
14 years and over	55, 854 7, 209 4, 905 10, 092 10, 675 9, 166 6, 874 6, 933	60, 150 9, 151 6, 062 9, 833 10, 723 9, 709 7, 382 7, 290	64,713 10,081 7,599 11,074 10,111 10,194 7,965 7,689	69, 625 10, 814 8, 370 13, 720 9, 843 10, 252 8, 450 8, 176	74, 275 10, 856 8, 998 16, 000 11, 082 9, 662 8, 882 8, 795	44,666 3,348 4,370 9,777 10,346 8,690 5,892 2,243	46, 531 4, 067 5, 223 9, 503 10, 379 9, 209 6, 192 1, 958	50, 027 4, 492 6, 592 10, 711 9, 821 9, 725 6, 749 1, 937	53, 737 4, 824 7, 278 13, 269 9, 561 9, 772 7, 116 1, 917	57, 596 4, 896 7, 876 15, 474 10, 763 9, 205 7, 455 1, 927	80. 0 46. 4 89. 1 96. 9 96. 9 94. 8 85. 7 32. 4	77. 4 44. 4 86. 2 96. 6 96. 8 94. 8 83. 9 26. 9	77. 3 44. 6 86. 7 96. 7 97. 1 95. 4 84. 7 25. 2	77. 2 44. 6 87. 0 96. 7 97. 1 95. 3 84. 2 23. 4	77. 5 45. 1 87. 5 96. 7 97. 1 95. 3 83. 9 21. 9
Female								ļ							
14 years and over 14 to 19 years	58, 234 6, 993 4, 842 10, 172 11, 017 9, 404 7, 357 8, 449	63, 358 8, 830 5, 964 9, 850 11, 047 10, 163 8, 040 9, 465	68, 539 9, 703 7, 402 11, 131 10, 285 10, 324 8, 856 10, 338	73. 949 10, 408 8, 133 13, 664 9, 996 10, 865 9, 577 11, 306	78, 941 10, 377 8, 750 15, 855 11, 249 10, 114 10, 200 12, 416	20, 391 2, 153 2, 215 3, 451 4, 537 4, 532 2, 633 870	23, 147 2, 655 2, 920 3, 575 4, 880 5, 034 3, 203 879	26, 245 3, 004 3, 695 4, 084 4, 744 5, 891 3, 833 994	28, 977 3, 254 4, 174 5, 148 4, 779 6, 178 4, 342 1, 102	31, 541 3, 283 4, 604 6, 155 5, 510 5, 960 4, 802 1, 227	35. 0 30. 8 45. 7 33. 9 41. 2 48. 2 35. 8 10. 3	36. 5 30. 1 49. 0 36. 3 44. 2 49. 5 39. 8 9. 3	38. 3 31. 0 49. 9 36. 7 46. 1 54. 4 43. 3 9. 6	39. 2 31. 3 51. 3 37. 7 47. 8 56. 9 45. 3 9. 7	40. 0 31. 6 52. 6 38. 9 49. 0 58. 9 47. 1 9. 9
Nonwhite		:													
Both sexes															
14 years and over	13, 239	14, 753	16, 440	18, 472	20, 694	8,024	8,680	9, 725	10,931	12, 273	60.6	58.8	59. 2	59. 2	59. 3
Male			:												
14 years and over	6, 361 985 648 1, 255 1, 203 982 690 598	7,6c 1,32c 810 1,258 1,239 1,031 749 641	7,825 1,560 1,022 1,466 1,192 1,095 794 696	8, 782 1, 770 1, 239 1, 837 1, 225 1, 127 837 747	9, 848 1, 953 1, 396 2, 285 1, 414 1, 095 894 811	4, 897 444 569 1, 163 1, 108 878 553 182	5, 174 525 702 1, 150 1, 126 923 575 173	5, 815 672 874 1, 351 1, 109 999 639 171	6, 543 765 1, 053 1, 697 1, 142 1, 037 679 170	7, 387 848 1, 189 2, 116 1, 321 1, 014 730 169	77. 0 45. 1 87. 8 92. 7 92. 1 89. 4 80. 1 30. 4	73. 3 39. 5 86. 7 91. 4 90. 9 89. 5 76. 8 27. 0	74.3 43.1 85.5 92.2 93.0 91.2 80.5 24.6	74. 5 43. 2 85. 0 92. 4 93. 2 92. 0 81. 1 22. 8	75. 0 43. 4 85. 2 92. 6 93. 4 92. 6 81. 7 20. 8
Female				` 											
14 years and over	6, 878 996 705 1, 433 1, 331 1, 034 713 666	7,698 1,329 832 1,418 1,423 1,141 795 760	8,615 1,596 1,081 1,549 1,409 1,247 885 848	9,690 1,811 1,313 1,918 1,395 1,330 981 942	10,846 1,980 1,480 2,397 1,522 1,323 1,079 1,065	3, 127 255 343 708 788 618 331 84	3, 506 286 455 762 844 680 383 96	3, 910 402 572 810 811 784 434 97	4,388 485 691 976 803 846 484 103	4, 886 549 776 1, 192 876 845 535 113	45. 5 25. 6 48. 7 49. 4 59. 2 59. 8 46. 4 12. 6	45. 6 21. 5 54. 7 53. 7 59. 3 59. 6 48. 2 12. 6	45. 4 25. 2 52. 9 52. 3 57. 6 62. 9 49. 0 11. 4	45. 3 26. 8 52. 6 50. 9 57. 6 63. 6 49. 3 10. 9	45. 0 27. 7 52. 4 49. 7 57. 6 63. 9 49. 6 10. 6

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Finally, the projection of labor force by color is subject to the same uncertainties as the projection of total labor force, the primary one being that they are based on judgments as to future changes in labor force participation rates. These judgments are that past trends will continue, that there will be no significant change in the size of the Armed Forces, and that the economy will operate at relatively high levels consistent with an unemployment rate of about 4 percent.

In view of the lack of precision that is necessarily introduced into the projections by the above factors, neither a mathematical nor a judgmental approach can be relied upon to yield a definitive picture of the future growth of the nonwhite labor force. Consequently, divergencies of actual labor force from these projected levels should not be interpreted as a deficiency in the performance of the economy.

Younger Workers

Nearly half of the projected increase in the entire labor force between 1965 and 1970 (3.5 out of 7.6 million) will occur among workers 14 to 24 years old (table 2). Young nonwhite workers are expected to add a disproportionate share to this rise, with an increase of nearly 30 percent compared with a 20-percent increase in young white workers (chart 1).

After 1970, the increase among young workers will not be as great as it is at present. Between 1970 and 1980, about 3.7 out of the 15.4 million in total labor force increase will occur among workers under 25 years of age, which means that young workers will maintain their share of the labor force in 1970, or about one-fourth of the total (table 3).

Younger nonwhite workers (14 to 24 years) may show about twice the rate of increase of white youths during the 1970 decade. Their number is projected to increase by nearly a third between 1970 and 1980, while the number of white workers 14 to 24 may increase by only 16 percent.

growth among younger whites and nonwhites are explained by the interaction of several factors. Among these, the most important are the differential rates of fertility during the period since World War II, trends in school enrollment, and differences between the two color groups in labor force participation rates.4 The fertility rate of nonwhites has been at least one-third higher than that of the whites during most of the years since World War II. This difference implies that a relatively greater number of nonwhite persons will be moving into the labor force during the rest of the 1960's. In recent years, the actual labor force rates of nonwhite teenagers, particularly the girls, have been considerably lower than those of white teenagers, and have been declining much more rapidly. The expected increases in school enrollment of nonwhite teenagers will serve as a dampener to this group's labor force participation rates. On the other hand, part of the recent declines in the rates can be explained by the failure of some nonwhite teenagers to find entry-level jobs, a condition which should not persist under the assumptions of a high level of aggregate demand. On balance, therefore, labor force growth is expected to be greater proportionally among young nonwhite workers than among white workers. By 1980, nonwhite youths are expected to account for 14 percent of the total labor force under 25 years of age, up from 12.3 percent in 1960.

These projected differences in labor force

Among both white and nonwhite groups nearly 2 out of every 5 young workers are women, and this proportion is expected to remain fairly constant to 1980.

Adult Women

Between 1965 and 1980, the number of white working women 25 to 54 years old may increase by about 31 percent, compared with an increase of 27 percent among nonwhite women in this age group. The expectation is that rates of these two groups will tend to converge. For example, the projected increase in the labor force rate of white women 45 to 54 years old is from 50 percent in 1965 to 59 percent in 1980, while the rate for nonwhite women rises from 60 percent to 64 percent during the next 15 years (chart 2).

One reason for assuming this convergence is that the labor force rates for adult nonwhite women

4 Postwar trends in annual average civilian labor force partici-

³ Sophia Cooper and Denis Johnston, op cit., p. 134.

pation rates of selected population groups are shown on chart 2.

The fertility differentials between whites and nonwhites since 1920 are summarized in Anders S. Lunde, "White-Nonwhite Fertility Differentials in the United States," U.S. Department of Health, Education and Welfare, *Indicators*, September 1965, pp. 23-38.

TABLE 2. CHANGES IN TOTAL LABOR FORCE, BY AGE, SEX, AND COLOR, ACTUAL 1965 TO PROJECTED 1970, 1975, AND 1930 [Numbers in thousands]

		Total labo		mbers in tho	Change								
-	A atual		Projected		1965 to	1970	1970 to	1975	1975 to 1980				
Age, sex, and color	Actual 1965	1970	1975	1980	Number	Percent	Number	Percent	Number	Percent			
TOTAL										- 0			
Both sexes 14 years and over	78, 357 16, 832 32, 217 29, 307 26, 200 3, 107	85, 999 20, 305 33, 439 32, 253 29, 054 3, 199	93, 646 22, 524 37, 375 33, 747 30, 454 3, 293	101, 408 24, 021 43, 407 33, 982 30, 546 3, 436	7,642 3,473 1,222 2,946 2,854 92	9.8 20.6 3.8 10.1 10.9 3.0	7,647 2,219 3,936 1,494 1,400 94	8.9 10.9 11.8 4.6 4.8 2.9	7,762 1,497 6,032 235 92 143	8. ° 6. 6 16. 1 . 7 . 3 4. 3			
Male				24.001	4 520	8.0	4, 437	7.9	4,700	7.8			
14 years and over 14 to 24 years 25 to 44 years 45 years and over 45 to 64 years 65 years and over	51, 705 10, 517 22, 157 19, 030 16, 899 2, 131	55, 844 12, 630 22, 991 20, 220 18, 112 2, 108	60, 281 13, 920 25, 669 20, 692 18, 604 2, 088	64, 981 14, 809 29, 674 20, 500 18, 404 2, 096	4,139 2,113 834 1,190 1,213 —23	20. 1 3. 8 6. 3 7. 2 —1. 1	1, 290 2, 678 472 492 —20	10.2 11.6 2.3 2.7 9	889 4,005 -192 -200 8	6.4 15.6 9 -1.1 .4			
Female 14 years and over	26, 653 6, 315 10, 060 10, 277 9, 301 976	30, 155 7, 675 10, 443 12, 033 10, 942 1, 091	33, 365 8, 604 11, 706 13, 055 11, 850 1, 205	36, 427 9, 212 13, 733 13, 482 12, 142 1, 340	1,756 1,641	13. J 21. 5 3. 9 17. 1 17. 6	929 1, 258 1, 022 908	10. 6 12. 1 12. 0 8. 5 8. 3 10. 4	608 2,027 427 292	9. 2 7. 1 17. 3 3. 3 2. 5 11. 2			
WHITE													
Both sexes	69, 678	76. 272	82,714	89, 137	6, 594	9.4		8. 4	6, 423 1, 129	7.8 5.8			
14 years and over 14 to 24 years 25 to 44 years 45 years and over 65 years and over	14, 865 28, 337 26, 475 23, 638 2, 837	76, 272 17, 783 29, 360 29, 129 26, 198 2, 837	19, 530 32, 757 30, 427 27, 408 3, 019	20, 659 37, 902 30, 576 27, 422	2, 918 1, 023 2, 654 2, 560	10. 10.	3,397 1,298 3 1,210	11. (5,145 5 149 6 14	15.7			
Male					0.400	7.	5 3,710	7.	4 3,859	7.2			
14 years and over 14 to 24 years 25 to 44 years 45 years and over 45 to 64 years 65 years and over	19, 882 17, 359 15, 401	50, 027 11, 804 20, 532 18, 411 16, 474 1, 937	53, 737 12, 102 22, 830 18, 800 16, 880 1, 91	26, 23 5 18, 58 8 16, 66	7 1,055 0 1,075	19. 3. 4 6. 3 7.	$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	8 9. 8 11. 4 2. 4 2.	2 3,407 1 -218 5 -228	$ \begin{array}{c cccc} & 14.9 \\ & -1.2 \\ & -1.4 \end{array} $			
Female		l i				8 13.	4 2.78	32 10.	4 2,56	8.8			
14 years and over 14 to 24 years 25 to 44 years 45 years and over 45 to 64 years 65 years and over	- 8, 455 - 9, 116 - 8, 237	26, 245 6, 699 8, 828 10, 718 9, 724 994	28, 97 7, 42 9, 92 11, 62 10, 52 1, 10	7,88 7 11,66 22 11,98 20 10,76	$egin{array}{cccccccccccccccccccccccccccccccccccc$	4 20. 3 4. 2 17. 37 18	2 4 1,09 6 1	29 10. 99 12. 94 8.	9 45 4 1,73 4 36 2 24	9 6. 2 8 17. 5 7 3. 2 2 2. 3			
Nonwhite		'											
## Both sexes 14 years and over 14 to 24 years 25 to 44 years 45 years and over 45 to 64 years 65 years and over	3, 882 	3, 124 2, 856	3, 3 3, 0	94 3, 3 18 5, 5 19 3, 4 46 3, 1	05 19 06 24 2	99 5 94 10 95 11	5 1 1	74 18 37 13 95 90 6		12.3			
Male						.41	, ,	728 1 15		12. 9 19 12. 0			
14 years and over	2, 276	2, 46 1, 80 3 1, 63	5 1,8 0 2,8 9 1,8 8 1,7	318 2,6 339 3,4 386 1,9 716 1,7	744 J	19 2 84 38 40	3. 1 8. 3 9. 3	272 1' 379 10 77 78	7. 6 2 5. 4 5 4. 3 4. 8	19 12. 0 98 21. 1 27 1. 4 28 -1 6			
Female			4.9	388 4,	386	104 1	1.5	478 1 202 2		98 11.3 49 12.			
14 years and over 14 to 24 years 25 to 44 years 45 years and over 45 to 64 years 65 years and over	1, 60 1, 15 1, 06	$egin{array}{c cccc} 1 & & 97 \\ 6 & & 1,62 \\ 9 & & 1,31 \\ 3 & & 1,22 \\ \end{array}$	74 1, 1 21 1, 1 15 1, 1 18 1, 3	176 1,3 779 2,6 433 1,3 330 1,5	325 068 493	233 3 15 156 1 155 1	.9 3.5	158 118 112	9.7	98 11.3 49 12.7 89 16.2 60 4.2 50 3.8 10 9.5			

are already very high, mostly because of their need to improve family income. If the expected improvement in employment prospects of nonwhite men is realized, some of the economic reasons for the higher labor force rates of nonwhite women may be removed. A more general assumption which underlies this projection is that existing social and economic differences between whites and nonwhites will be reduced somewhat during the next 15 years, and thus bring about a leveling off of labor force participation of nonwhite women.

Adult Men

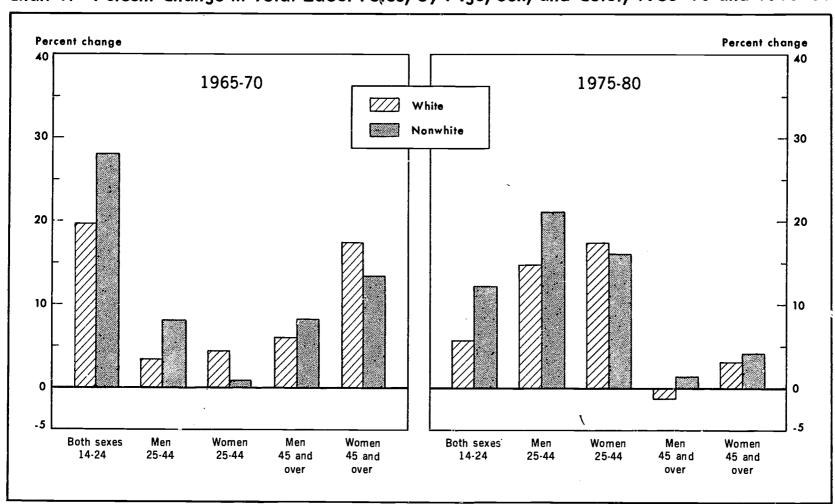
Male workers in the central age group (25 to 54 years) will continue to be the most stable part of the Nation's labor force, about 40 percent of it in both 1965 and 1980. In projecting to 1980, the worker rates for white men in this central age group were held constant at or near the levels observed during the 1955–57 period, about 96 percent, when the overall unemployment rate was close to 4 percent. The rates for nonwhite men in this

age group were assumed to come nearer to the white rates, moving from 90 to 93 percent between 1965 and 1980.

There are several factors which help to explain the differing labor force participation rates between white and nonwhite males. For example, there is a greater incidence of disability among nonwhites. Also, a higher proportion of nonwhite workers have irregular employment and therefore tend to withdraw from the labor force during periods of seasonal slack work or prolonged unemployment. A third factor is the number of inmates in institutions who are by definition excluded from the labor force. In the 1960 Census, 3.7 percent of the nonwhite males 25 to 54 were reported in institutions, compared with 1.1 percent of the corresponding group of white males.

In assuming a gradual convergence in these rates, with nonwhite rates increasing to meet the fairly constant rates for white workers, we recognize that the factors mentioned above are not easily susceptible to sudden or drastic change. Nevertheless, if the general trend toward greater

Chart 1. Percent Change in Total Labor Force, by Age, Sex, and Color, 1965–70 and 1975–80



equality of opportunity continues, it should eventually produce some reduction in the present differences between the two color groups with respect to all of these factors.

Older Workers

The projection for men 55 to 64 years old represents the net effect of three assumptions: Labor force participation rates for men 55 to 59 years old will remain approximately constant at or near the levels observed during the 1955-57 period, when overall unemployment was about 4 percent; labor force participation rates for men 60 to 64 years old will decline only moderately, as the trend toward early retirement begins to slightly outweigh the assumed continuing demand for the skills and experience of working men in this age group; and worker rates for nonwhite men age 55 to 64 years will move upward to converge with those or the whites, since the lower nonwhite rates of labor force participation throughout the postwar period may have been associated with lack of equal employment opportunities, or limited education and training. The assumed gradual improvement in the relative status of nonwhites implies a reduction in the white-nonwhite differentials in labor force participation rates.

On balance, the projections yield little change in the labor force participation rate of white males 55 to 64 years old. It is assumed to remain close to 85 percent during the next 15 years. However, the rate for nonwhite men in this age group is expected to rise from about 77 percent in 1965 to about 82 percent by 1980.

The projections for men 65 and over assume a continuation of the steady declines in labor force participation which have been observed throughout the postwar period, but at a reduced rate. Since the worker rates of men in this age group have generally tended to move downward in periods of economic recovery as well as in recessions, it is assumed that these declines are essentially a manifestation of long-term secular trends, similar to those which have been observed in other industrial nations. It is expected that rates for white and nonwhite men 65 and over will move in a nearly parallel manner, the white rate declining from 27 percent in 1965 to 22 percent in 1980, the nonwhite from 27 to about 21 percent.

Projections for women workers 55 to 64 years old, however, indicate a quite different trend than that expected for men. The participation rate for white women in this age group increased from 33 to 40 percent between 1960 and 1965, and is pro-

TABLE 3. PERCENT DISTRIBUTION OF THE TOTAL LABOR FORCE, BY AGE, SEX, AND COLOR, ACTUAL 1960 AND 1965, AND PROJECTED 1970, 1975, AND 1980

	1960			1965			1970			1975			1980		
Age and sex	Total	White	Non- white	Total	White	Non- wnite									
BOTH SEXES								•							
14 years and over Number in thousands Percent distribution 14 to 24 years 25 to 44 years 45 to 64 years 65 years and over	73, 081 100. 0 18. 7 43. 6 33. 0 4. 6	65, 057 100. 0 18. 6 43. 2 33. 4 4. 8	8, 024 100. 0 20. 1 46. 9 29. 7 3. 3	78, 357 100. 0 21. 5 41. 1 33. 4 4. 0	69, 678 100. 0 21. 3 40. 7 33. 9 4. 1	8, 680 100. 0 22. 7 44. 7 29. 5 3. 1	85, 999 100. 0 23. 6 38. 9 33. 8 3. 7	76, 272 100. 0 23. 3 38. 5 34. 3 3. 8	9, 725 100. 0 25. 9 42. 0 29. 4 2. 8	93, 646 100. 0 24. 1 39. 9 32. 5 3. 5	82, 714 100, 0 23, 6 39, 6 33, 1 3, 6	10, 931 100. 0 27. 4 42. 2 27. 9 2. 5	101, 408 100. 0 23. 7 42. 8 30. 1 3. 4	89, 137 100, 0 23, 2 42, 5 30, 8 3, 5	12, 273 100. 0 27. 4 44. 9 25. 5 2. 3
MALE															
14 years and over Number in thousands Percent distribution 14 to 24 years 25 to 44 years 45 to 64 years 65 years and over	49, 563 100. 0 17. 6 45. 2 32. 3 4. 9	44, 666 100. 0 17. 3 45. 1 32. 6 5. 0	4,897 100.0 20.7 46.4 29.2 3.7	51, 705 100. 0 20. 3 42. 9 32. 7 4. 1	46, 531 100. 0 20. 0 42. 7 33. 1 4. 2	5, 174 100. 0 23. 7 44. 0 29. 0 3. 3	55, 844 100. 0 22. 6 41. 2 32. 4 3. 8	50, 027 100. 0 22. 2 41. 0 32. 9 3. 9	5, 815 100. 0 26. 6 42. 3 28. 2 2. 9	60, 281 100, 0 23, 1 42, 6 30, 9 3, 5	53, 737 100. 0 22. 5 42. 5 31. 4 3. 6	6, 543 100. 0 27. 8 43. 4 26. 2 2. 6	64, 981 100, 0 22, 8 45, 7 28, 3 3, 2	57, 596 100. 0 22. 2 45. 6 28. 9 3, 3	7, 387 100. 0 27. 6 46. 5 23. 6 2. 3
FEMALE													,		
14 years and over Number in thousands Percent distribution 14 to 24 years 25 to 44 years 45 to 64 years 65 years and over	23, 518 100. 0 21. 1 40. 3 34. 5 4. 1	20, 391 100. 0 21. 4 39. 2 35. 1 4. 3	3, 127 100. 0 19. 1 47. 8 30. 3 2. 7	26, 653 100. 0 23. 7 37. 7 34. 9 3. 7	23, 147 100. 0 24. 1 36. 5 35. 6 3. 8	3, 506 100. 0 21. 1 45. 8 30. 3 2. 7	30, 155 100, 0 25, 4 34, 6 36, 3 3, 6	26, 245 100, 0 25, 5 33, 6 37, 0 3, 8	3, 910 100. 0 24. 9 41. 5 31. 2 2. 5	33, 365 100. 0 25. 8 35. 1 35. 5 3. 6	28, 977 100. 0 25. 6 34. 3 36. 3 3. 8	4, 388 100. 0 26. 8 40. 5 30. 3 2. 3	36, 427 100. 0 25. 3 37. 7 33. 3 3. 7	31, 541 100. 0 25. 0 37. 0 34. 1 3. 9	4,886 100.0 27.1 42.3 28.2 2.3

Chart 2. Civilian Labor Force Participation Rates for Selected Groups by Color, Actual 1948–65 and Projected 1970, 1975, and 1980

[Annual Averages]

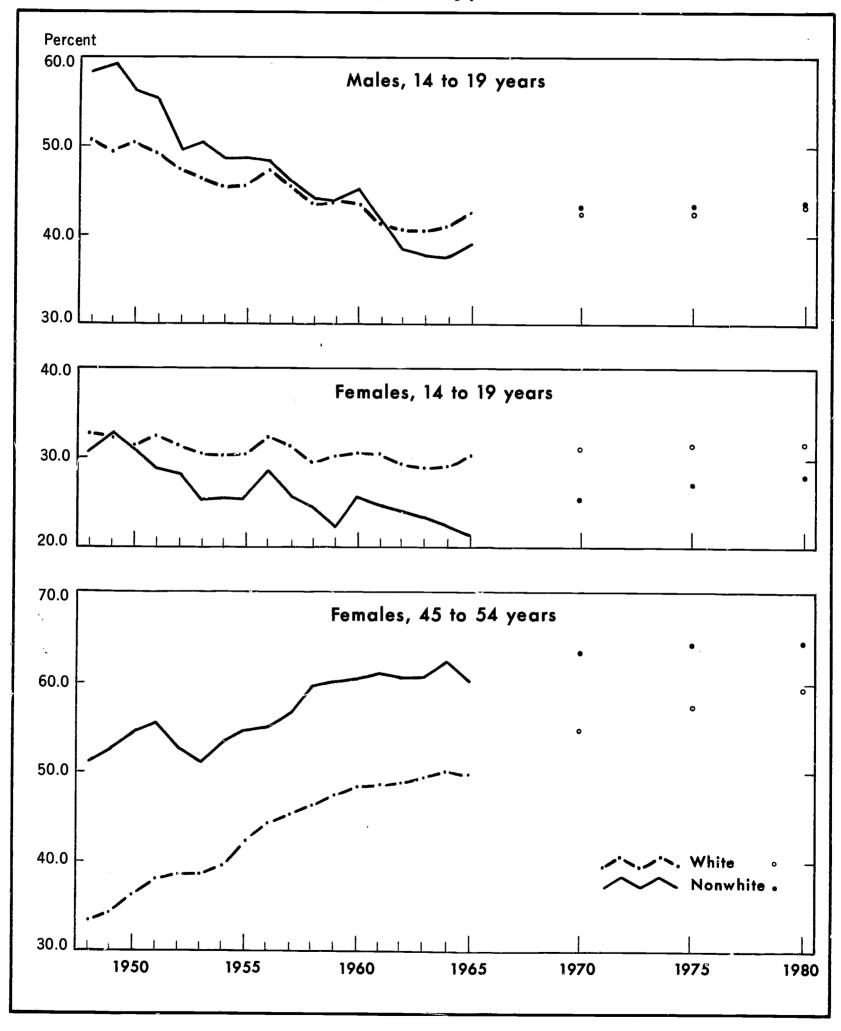


Table 4. Approximate Standard Errors of Estimates and Percentages Associated With Annual Average Labor Force Participation Rates, by Age, Sex, and Color 1948-65

[In percentage points]

	Age groups											
Color and sex	14 to 19 years	20 to 24 years	25 to 34 years	44	45 to 54 years	55 to 64 years	65 years and over					
WHITE MALES												
Standard error of estimate 1	1.2	1.2	0.3	0.3	0.5	1.3	1.3					
Standard error of percentage 2	. 5	. 3	.1	.1	. 1	.3	. 4					
NONWHITE MALES												
Standard error of estimate 1 Standard error of percen-		2.0	1.1	1.0	1.1	1.8	2. 2 1. 4					
tage 2	1.2	. 9	.4	. 4	.6	1.1	1.4					
WHITE FEMALES												
Standard error of estimate 1	1.1	1.0	.8	.7	1.1	. 9	. 6					
Standard error of percentage 2	.4	. 5	. 3	. 3	.4	. 4	. 3					
NONWHITE FEMALES												
Standard error of estimate 1	2.0	2.3	1.5	1.3	1.8	1.9	1. 2					
Standard error of percen- tage ²	1.0	1.3	1.0	1.0	1.1	1.4	1. 1					

See text for explanation.
 From Employment and Earnings, Technical Note on Labor Force Data table D adjusted to reflect annual average data.

jected at 47 percent in 1980. Among nonwhite women in this age group, the rate rose from 41 to 48 percent between 1960 and 1965, and is projected to rise only slightly to just below 50 percent by 1980.

Worker rates among all women 65 years old and over have displayed no clear-cut trend since the late 1950's. The rate for white women in this age group has fluctuated around 10 percent, 2 to 3 percentage points below the nonwhite rate. The projected rate for white women shows a slight increase (from 9.3 percent in 1965 to 9.9 percent by 1980) while the rate for nonwhite women indicates a gradual decline from 12.6 percent in 1965 to 10.6 percent by 1980. Both of these projections appear to be consistent with trends observed over the postwar period.

Reliability of the Projections

As stated above, certain judgments regarding the anticipated longrun impact of current economic programs and manpower policies were considered in making projections of labor force participation rates. These projections are also tied to those published in 1965, which were themselves developed on the basis of a judgmental model roughly consistent with an overall unemployment rate of 4 percent. For these reasons, it is impossible to provide a measure of the standard error of estimate that might be associated with the projected rates. However, some idea of the reliability of the rates projected for a particular age-sex-color group can be gained by considering the variability of the observed annual average labor force participation rates for that group over the postwar period, 1948-65. A standard error was estimated by fitting a judgmental trend line to the observed rates, and measuring the deviations of the actual values from that trend. The standard error of estimate was then calculated by the following formula:

$$s_e = \sqrt{\frac{\Sigma (Y - Y')^2}{N - 3}}$$

Where:

 s_c is the standard error of estimate;

Y is the actual annual average labor force participation rate;

Y' is the "expected" or trend value of the annual average rate;

N is the number of observations.⁷

The standard errors of estimate of the labor force participation rates obtained by this procedure (in percentage points) are shown in table 4. Also shown are the estimated standard errors (sampling variability) of the annual average labor force rates which are derived from the monthly CPS sample.

It is apparent from these results that the reliability of the projected labor force participation rates varies considerably among the several groups. As might be expected, the rates of both the younger and the older nonwhite groups are the least reliable, while the greatest stability is found in the rates of white males in the 25 to 54 age groups.

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⁶ See footnote 1.

 $^{^7}N-3$ was used in most cases because the fitted curves employed in determining a trend line usually had the same general sort of curvature as a second-degree polynomial. In some cases, the fitted curve had a more complex kind of curvature, necessitating a further reduction in this denominator.